

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 7/31/2006

	As of <u>7-31-06</u>	As of <u>6-30-06</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 661,904,049	\$ 667,811,360
INTERNATIONAL EQUITIES	239,769,124	237,378,450
DOMESTIC FIXED INCOME	450,943,217	461,105,477
INTERNATIONAL FIXED INCOME	83,659,413	82,755,374
REAL ESTATE	101,691,142	98,291,291
VENTURE CAPITAL	70,506,600	67,743,197
INVESTED CASH (NOTE 1)	<u>24,506,918</u>	<u>17,116,918</u>
 TOTAL INVESTMENTS	 1,632,980,463	 1,632,202,067
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	3,805,988	4,246,933
 OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>3,996</u>	<u>15,160</u>
 TOTAL ASSETS	 <u>\$ 1,636,790,447</u>	 <u>\$ 1,636,464,160</u>
 LIABILITIES:		
ACCOUNTS PAYABLE	1,547,360	1,547,360
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>0</u>
 TOTAL LIABILITIES	 1,547,360	 1,547,360
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,634,916,800	1,475,701,634
CASH IN DURING YEAR (NOTE 4)	0	0
CASH OUT DURING YEAR (NOTE 5)	2,010,000	17,250,000
NET INCREASE (DECREASE)	<u>2,336,287</u>	<u>176,465,166</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,635,243,087</u>	 <u>1,634,916,800</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,636,790,447</u>	 <u>\$ 1,636,464,160</u>

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State Investment Board Profit and Loss Statement For the Month Ended 7/31/2006

	Month Ended <u>7-31-06</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,222,612	\$ 3,222,612
SECURITIES LENDING INCOME	611,742	611,742
	<u>3,834,354</u>	<u>3,834,354</u>
 GAIN ON SALE OF INVESTMENTS	 10,192,815	 10,192,815
LOSS ON SALE OF INVESTMENTS	<u>9,044,993</u>	<u>9,044,993</u>
 NET GAINS (LOSSES) INVESTMENTS	 1,147,822	 1,147,822
 INVESTMENT EXPENSES	 160,073	 160,073
SECURITIES LENDING EXPENSES	581,329	581,329
SIB ADMINISTRATIVE EXPENSES	<u>11,164</u>	<u>11,164</u>
 NET INVESTMENT INCOME	 4,229,610	 4,229,610
 NET APPREC (DEPREC) MARKET VALUE	 (2,424,093)	 (2,424,093)
MISCELLANEOUS INCOME/(EXPENSE)	<u>530,770</u>	<u>530,770</u>
 TOTAL INVESTMENT INCOME	 <u>2,336,287</u>	 <u>2,336,287</u>
 NET INCREASE (DECREASE)	 <u>\$ 2,336,287</u>	 <u>\$ 2,336,287</u>

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Notes To Financial Statements
July 31, 2006

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.